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**GEO-SCIENTIFIC  
PROSPECTORS  
LIMITED**

**ANNUAL  
REPORT**

**1959**

# GEO-SCIENTIFIC PROSPECTORS LIMITED

## DIRECTORS

SIR MICHAEL BUTLER, BT., *Toronto, Ont.*  
G. A. DOE, *Toronto, Ontario*  
J. C. FRANTZ, *Toronto, Ontario*  
N. B. KEEVIL, *Lorne Park, Ontario*  
J. H. WESTELL, *Toronto, Ontario*

## OFFICERS

N. B. KEEVIL, *President*  
D. S. BROWN, *Secretary-Treasurer*

## CONSULTANTS

Geophysical Engineering &  
Surveys Limited

## HEAD OFFICE

Suite 1000, 11 Adelaide Street West  
*Toronto, Ontario*

## TRANSFER AGENTS

Chartered Trust Company  
*Toronto, Ontario*  
Registrar & Transfer Company  
*Jersey City, N.J.*

## AUDITORS

McDonald, Currie & Co.  
*Chartered Accountants*

## ANNUAL MEETING

June 17, 1960, 10:30 a.m. (Eastern  
Daylight Saving Time)  
11th Floor, Board of Trade Building  
11 Adelaide Street West  
*Toronto, Ontario*



## DIRECTORS' Report to the Shareholders:

The Directors are pleased to submit herewith their report for the fiscal year ended December 31, 1959 together with financial statements and auditors' report.

The Company has continued to study promising mining situations and has broadened its interests through the completion of the purchase of 170,000 shares of The Teck-Hughes Gold Mines, Limited. The Company holds 1,060,000 shares of Inmont Copper Mines Limited representing the controlling block in that company, and also 250,500 preference shares of Mining Geophysics Company Limited which represents half of the preference shares authorized and issued by that company. In addition, the Company has retained 550,000 shares of Temagami Mining Co. Limited. The Company also loaned \$250,000 to Temagami Mining Co. Limited during the year, of which \$175,000 has been repaid and the balance is expected to be repaid during the current year.

Exploration work was continued and properties submitted for examination were reviewed by the Company's consultants. Activity was centered in the Temagami, South Lorrain and North Caribou Lakes areas of Ontario.

A limited diamond drilling program in South Lorrain Township intersected low silver values and favourable structure. Further diamond drilling is planned to follow up these indications. Diamond drilling of a copper showing in the Temagami area did not locate commercial values but further work is planned in this area.

Surface work and possibly diamond drilling are proposed to check electromagnetic anomalies outlined by a geophysical survey made subsequent to December 31, 1959 on a group of claims held under option in the North Caribou Lake area.

On behalf of the Board,  
"N. B. KEEVIL"  
President.

Toronto, Ontario,  
May 18, 1960.



# GEO-SCIENTIFIC PROSPECTING

(Incorporated under the laws of the Province of Ontario)

## BALANCE SHEET AS AT DECEMBER 31, 1959

### ASSETS

#### CURRENT ASSETS:

Cash .....	8,406	
Accounts receivable .....	12,700	
Loan to an affiliated company .....	250,000	271,106

#### INVESTMENT IN SHARES — at cost

(Per schedule attached) .....	1,238,735
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UNPATENTED MINING CLAIMS (Note 1) .....	156,682
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#### NOTES:

- (1) The amount shown for unpatented mining claims represents costs to date and is not intended to reflect present or future values.
- (2) Subsequent to December 31, 1959 the company issued 50,000 treasury shares for cash of \$35,000.

\$1,666,523

#### AUDITORS' REPORT

We have examined the balance sheet of Geo-Scientific Prospecting Ltd. and the statement of financial position of the company as at December 31, 1959 and the results of the operations for the year ended on that date, and such tests of accounting records and other supporting evidence as we considered necessary.

In our opinion, the accompanying balance sheet and statement of financial position of the company as at December 31, 1959 and the results of the operations for the year ended on that date are in accordance with the generally accepted accounting principles applied on a basis consistent with the practice of the company.

TORONTO, May 27, 1960.

# SPECTORS LIMITED

(Incorporated in the Province of Ontario)

DECEMBER 31, 1959

## LIABILITIES

### CURRENT LIABILITIES:

Bank loan (secured) .....	250,000	
Accounts payable and accrued liabilities .....	5,887	255,887

### CAPITAL STOCK AND SURPLUS:

Capital stock — (Note 2)			
Authorized —			
3,000,000 shares of no par value			
Issued and fully paid —			
1,678,005 shares .....	1,179,998		
Surplus arising in a prior year from donation of securities .....	2,500		
Earned surplus —			
Profit on securities sold during the year	364,418		
Deferred expenditure written off .....	136,280	228,138	1,410,636

Approved on behalf of the Board:

N. B. KEEVIL, Director.

R. MICHAEL BUTLER, Director.

\$1,666,523

## THE SHAREHOLDERS

Limited as at December 31, 1959 and the statement of exploration, or examination included a general review of the accounting procedures considered necessary in the circumstances.

Exploration, development and administrative expenses present fairly the results of operations for the year ended on that date, in accordance with the requirements of the Act of the preceding year.

McDONALD, CURRIE & CO.,

Chartered Accountants.

# GEO-SCIENTIFIC PROSPECTORS LIMITED

## STATEMENT OF EXPLORATION, DEVELOPMENT AND ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED DECEMBER 31, 1959

BALANCE — DECEMBER 31, 1958 ..... 99,787

### EXPLORATION AND DEVELOPMENT:

Cost of mining claims and other participations				
abandoned or terminated during the year	15,950			
Geophysical surveys and other participations	4,235			
Diamond drilling	5,656			
Licences, fees and taxes	850			
Staking recording and prospecting	1,384			
Engineer's salary	1,500			
Sundry	88	29,663		

### ADMINISTRATIVE:

Advertising	119			
Office services, rental and sundry expenses	4,961			
Legal	2,250			
Audit	600			
Registrar and transfer agents' fees	888			
Meetings and reports	368			
Listing fees	100			
Bank charges	85			
Consultant's fees	1,940			
Stock transfer tax	537			
Capital and place of business tax	50			
Filing fees	30			
Sundry	451			
Leasehold improvements refund	(2,855)			
Incorporation and organization expenses				
written off	2,870			

12,394

### Less:

Interest income	7,212			
Dividend income	17,000			

24,212

Less: Interest expense ..... 18,648      5,564      6,830      36,493

Amount written off to earned surplus ..... 136,280

BALANCE — DECEMBER 31, 1959 ..... 136,280

# GEO-SCIENTIFIC PROSPECTORS LIMITED

## INVESTMENT IN SHARES

DECEMBER 31, 1959

	Number of shares	Cost	Market
Holdings in companies which have no quoted values or of which transfer is restricted —			
Mining Geophysics Company Limited —			
5% non-cumulative preference shares with a par value of \$10 each .....	250,500	230,255	—
Inmont Copper Mines Limited — (Escrowed shares) .....	800,500	50,050	—
Suite One Thousand Limited — 6½% non-cumulative preference shares with a par value of \$10 each .....	72	720	—
		<u>281,025</u>	
		.....	
Holdings in companies transfer of which is not restricted —			
Abex Mines Limited .....	6,250	625	125
Inmont Copper Mines Limited .....	259,500	40,150	10,380
Jamaican Mining Limited .....	150,000	45,000	12,000
The Teck-Hughes Gold Mines, Limited .....	170,000	461,000	280,500
Temagami Mining Co. Limited .....	550,000	410,935	1,111,000
		<u>957,710</u>	<u>\$1,414,005</u>
		<u>\$1,238,735</u>	

### NOTE:

The market values of shares are presented in compliance with the requirements of The Corporations Act, 1953 and are based upon market prices prevailing at December 31, 1959. Because of the number of shares involved, the market values of certain securities are not indicative of the amounts that could be realized if the securities were sold.



